

**CITY OF FARGO EMPLOYEES PENSION PLAN**  
**INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008**

	June-08				March-08				December-07				Current Fiscal YTD	Prior Year FY07	3 Years Ended 6/30/2008	5 Years Ended 6/30/2008
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	(1) Net ROR	Net ROR	Net ROR	Net ROR
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
LA Capital	1,284,422	4.3%	4.2%	4.53%	1,279,452	4.2%	4.2%	-10.04%	1,291,207	4.1%	4.1%	N/A	N/A	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>1,284,422</b>	<b>4.3%</b>	<b>4.2%</b>	<b>4.53%</b>	<b>1,279,452</b>	<b>4.2%</b>	<b>4.2%</b>	<b>-10.04%</b>	<b>1,291,207</b>	<b>4.1%</b>	<b>4.1%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 1000 Growth				1.25%				-10.18%				N/A	N/A	N/A	N/A	N/A
<i>Structured Value</i>												N/A	N/A	N/A	N/A	N/A
LSV	1,131,703	3.8%	4.2%	-7.66%	1,275,701	4.2%	4.2%	-9.62%	1,384,627	4.4%	4.5%	N/A	N/A	N/A	N/A	N/A
Russell 1000 Value				-5.31%				-8.72%				N/A	N/A	N/A	N/A	N/A
<i>Enhanced Russell 1000 Index</i>												N/A	N/A	N/A	N/A	N/A
LA Capital	1,043,709	3.5%	3.5%	1.30%	1,072,666	3.6%	3.5%	-10.61%	1,210,650	3.8%	3.8%	N/A	N/A	N/A	N/A	N/A
Russell 1000				-1.89%				-9.48%				N/A	N/A	N/A	N/A	N/A
<i>Enhanced S&amp;P 500 Index</i>												N/A	N/A	N/A	N/A	N/A
Northern Trust	478,924	1.6%	1.8%	-2.97%	513,960	1.7%	1.8%	-9.42%	931,651	3.0%	3.0%	N/A	N/A	N/A	N/A	N/A
Westridge	1,072,334	3.6%	3.9%	-2.38%	1,143,948	3.8%	3.9%	-9.16%	1,200,378	3.8%	3.9%	N/A	N/A	N/A	N/A	N/A
Wells Capital	849,394	2.9%	3.0%	-4.58%	787,800	2.6%	3.0%	-21.06%	946,957	3.0%	3.0%	N/A	N/A	N/A	N/A	N/A
European Credit Management	520,706	1.8%	1.8%	1.25%	501,959	1.7%	1.8%	-20.15%	432,797	1.4%	1.4%	N/A	N/A	N/A	N/A	N/A
Prudential	593,814	2.0%	1.9%	6.15%	584,215	1.9%	1.9%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Franklin	503,764	1.7%	1.8%	-0.48%	525,565	1.7%	1.8%	-8.21%	870,498	2.8%	3.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Enhanced S&amp;P 500 Index</b>	<b>4,018,936</b>	<b>13.6%</b>	<b>14.2%</b>	<b>-1.21%</b>	<b>4,057,447</b>	<b>13.5%</b>	<b>14.2%</b>	<b>-13.91%</b>	<b>4,382,280</b>	<b>13.9%</b>	<b>14.3%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
S&P 500				-2.73%				-9.44%				N/A	N/A	N/A	N/A	N/A
<i>Absolute Return Strategy</i>												N/A	N/A	N/A	N/A	N/A
Epoch	560,571	1.9%	1.8%	1.41%	575,326	1.9%	1.8%	-5.87%	423,036	1.3%	1.4%	N/A	N/A	N/A	N/A	N/A
S&P 500				-2.73%				-9.44%				N/A	N/A	N/A	N/A	N/A
<i>S&amp;P 500 Index</i>												N/A	N/A	N/A	N/A	N/A
State Street	599,472	2.0%	2.1%	-2.27%	638,624	2.1%	2.1%	-10.66%	601,623	1.9%	2.1%	N/A	N/A	N/A	N/A	N/A
S&P 500				-2.73%				-9.44%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>8,638,814</b>	<b>29.1%</b>	<b>30.0%</b>	<b>-0.91%</b>	<b>8,899,217</b>	<b>29.5%</b>	<b>30.0%</b>	<b>-11.74%</b>	<b>9,293,424</b>	<b>29.5%</b>	<b>30.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
S&P 500				-2.73%				-9.44%				N/A	N/A	N/A	N/A	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	2,083,205	7.0%	7.2%	-0.34%	2,066,712	6.9%	7.2%	-12.91%	2,160,091	6.9%	7.2%	N/A	N/A	N/A	N/A	N/A
Russell 2000 + 200bp				1.09%				-9.43%				N/A	N/A	N/A	N/A	N/A
Callan	879,352	3.0%	2.8%	1.31%	895,673	3.0%	2.8%	-11.52%	924,815	2.9%	2.8%	N/A	N/A	N/A	N/A	N/A
Russell 2000				0.58%				-9.90%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>2,962,558</b>	<b>10.0%</b>	<b>10.0%</b>	<b>0.17%</b>	<b>2,962,385</b>	<b>9.8%</b>	<b>10.0%</b>	<b>-12.50%</b>	<b>3,084,906</b>	<b>9.8%</b>	<b>10.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Russell 2000				0.58%				-9.90%				N/A	N/A	N/A	N/A	N/A
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Core</i>																
State Street	315,489	1.1%	1.0%	-1.03%	333,652	1.1%	1.0%	-9.37%	317,411	1.0%	1.0%	N/A	N/A	N/A	N/A	N/A
MSCI EAFE				-2.25%				-8.91%				N/A	N/A	N/A	N/A	N/A
<i>Large Cap - Active</i>																
Capital Guardian	974,859	3.3%	3.0%	-0.88%	986,181	3.3%	3.0%	-11.86%	976,320	3.1%	3.0%	N/A	N/A	N/A	N/A	N/A
LSV	906,319	3.1%	3.0%	-5.00%	996,720	3.3%	3.0%	-12.11%	909,080	2.9%	3.0%	N/A	N/A	N/A	N/A	N/A
Bank of Ireland	-	0.0%	1.0%	N/A	334	0.0%	1.0%	-16.79%	292,876	0.9%	1.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>1,881,178</b>	<b>6.3%</b>	<b>7.0%</b>	<b>-2.93%</b>	<b>1,983,236</b>	<b>6.6%</b>	<b>7.0%</b>	<b>-12.22%</b>	<b>2,178,276</b>	<b>6.9%</b>	<b>7.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI EAFE - 50% Hedged				-1.47%				-12.04%				N/A	N/A	N/A	N/A	N/A
<i>Small Cap - Active</i>																
Lazard	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	94	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
DFA	308,976	1.0%	1.0%	-5.13%	341,006	1.1%	1.0%	-3.63%	280,657	0.9%	1.0%	N/A	N/A	N/A	N/A	N/A
Wellington	318,349	1.1%	1.0%	-2.30%	340,945	1.1%	1.0%	-8.24%	314,462	1.0%	1.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Small Cap - Active</b>	<b>627,325</b>	<b>2.1%</b>	<b>2.0%</b>	<b>-3.72%</b>	<b>681,951</b>	<b>2.3%</b>	<b>2.0%</b>	<b>-5.94%</b>	<b>595,213</b>	<b>1.9%</b>	<b>2.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
S&P/Citigroup BMI EPAC < \$2BN				-6.52%				-7.41%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>2,823,992</b>	<b>9.5%</b>	<b>10.0%</b>	<b>-2.90%</b>	<b>2,998,838</b>	<b>9.9%</b>	<b>10.0%</b>	<b>-10.67%</b>	<b>3,090,900</b>	<b>9.8%</b>	<b>10.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI EAFE - 50% Hedged				-1.47%				-12.04%				N/A	N/A	N/A	N/A	N/A
<b>EMERGING MARKETS EQUITY</b>																
<i>Core</i>																
JP Morgan	230,324	0.8%	0.9%	-1.34%	222,676	0.7%	0.9%	-11.10%	273,202	0.9%	0.9%	N/A	N/A	N/A	N/A	N/A
PanAgora	236,960	0.8%	0.9%	2.27%	220,565	0.7%	0.9%	-12.20%	266,600	0.8%	0.9%	N/A	N/A	N/A	N/A	N/A
WestLB	244,843	0.8%	0.9%	1.32%	230,063	0.8%	0.9%	-9.78%	270,265	0.9%	0.9%	N/A	N/A	N/A	N/A	N/A
UBS	362,147	1.2%	1.5%	0.49%	407,931	1.4%	1.5%	-12.87%	398,385	1.3%	1.5%	N/A	N/A	N/A	N/A	N/A
<b>Total Core</b>	<b>1,074,274</b>	<b>3.6%</b>	<b>4.1%</b>	<b>0.65%</b>	<b>1,081,235</b>	<b>3.6%</b>	<b>4.1%</b>	<b>-11.59%</b>	<b>1,208,451</b>	<b>3.8%</b>	<b>4.1%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI Emerging Markets				-0.80%				-10.92%				N/A	N/A	N/A	N/A	N/A
<i>Small Cap</i>																
DFA	237,313	0.8%	1.0%	-6.73%	242,549	0.8%	1.0%	-13.83%	264,992	0.8%	1.0%	N/A	N/A	N/A	N/A	N/A
MSCI Emerging Markets				-0.80%				-10.92%				N/A	N/A	N/A	N/A	N/A
<i>Private Equity</i>																
Capital International	84,324	0.3%	0.3%	2.72%	70,675	0.2%	0.2%	-5.38%	29,442	0.1%	0.1%	N/A	N/A	N/A	N/A	N/A
MSCI Emerging Markets												N/A	N/A	N/A	N/A	N/A
<b>TOTAL EMERGING MARKETS EQUITY</b>	<b>1,395,911</b>	<b>4.7%</b>	<b>5.0%</b>	<b>-0.50%</b>	<b>1,394,460</b>	<b>4.6%</b>	<b>5.0%</b>	<b>-11.84%</b>	<b>1,502,885</b>	<b>4.8%</b>	<b>5.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
MSCI Emerging Markets				-0.80%				-10.92%				N/A	N/A	N/A	N/A	N/A

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	June-08				March-08				December-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Market Value	Allocation	Quarter	Net ROR	Fiscal YTD	FY07	Ended	Ended
		Actual	Policy			Actual	Policy			Actual	Policy		(1)		6/30/2008	6/30/2008
													Net ROR	Net ROR	Net ROR	Net ROR
<b>DOMESTIC FIXED INCOME</b>																
<b>Core Bond</b>																
Western Asset	563,371	1.9%	1.9%	-1.48%	647,497	2.1%	2.2%	-1.65%	732,245	2.3%	2.2%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				-1.02%				2.17%				N/A	N/A	N/A	N/A	N/A
<b>Index</b>																
Bank of ND	966,720	3.3%	3.2%	-1.63%	1,041,852	3.5%	3.2%	2.71%	1,502,776	4.8%	6.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Index</b>	<b>966,720</b>	<b>3.3%</b>	<b>3.2%</b>	<b>-1.63%</b>	<b>1,041,852</b>	<b>3.5%</b>	<b>3.2%</b>	<b>2.71%</b>	<b>1,502,776</b>	<b>4.8%</b>	<b>6.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Gov/Credit				-1.51%				2.53%				N/A	N/A	N/A	N/A	N/A
Enhanced																
<b>Westridge</b>	<b>514,542</b>	<b>1.7%</b>	<b>1.6%</b>	<b>-0.77%</b>	<b>483,356</b>	<b>1.6%</b>	<b>1.6%</b>	<b>4.05%</b>	<b>-</b>	<b>0.0%</b>	<b>0.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Aggregate																
<b>Convertibles</b>																
Calamos	589,610	2.0%	1.9%	1.53%	621,994	2.1%	2.2%	-7.44%	716,016	2.3%	2.2%	N/A	N/A	N/A	N/A	N/A
<b>Total Convertibles</b>	<b>589,610</b>	<b>2.0%</b>	<b>1.9%</b>	<b>1.53%</b>	<b>621,994</b>	<b>2.1%</b>	<b>2.2%</b>	<b>-7.44%</b>	<b>716,016</b>	<b>2.3%</b>	<b>2.2%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Merrill Lynch All Convertibles				1.52%				-5.61%				N/A	N/A	N/A	N/A	N/A
<b>BBB Average Quality</b>																
Wells Capital	714,086	2.4%	1.9%	-0.29%	712,411	2.4%	2.2%	0.49%	733,814	2.3%	2.2%	N/A	N/A	N/A	N/A	N/A
Lehman BBB				0.11%				-1.05%				N/A	N/A	N/A	N/A	N/A
<b>Private Debt</b>																
Prudential	566,970	1.9%	1.9%	-1.29%	664,217	2.2%	2.2%	0.78%	764,458	2.4%	2.2%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				-1.02%				2.17%				N/A	N/A	N/A	N/A	N/A
<b>Timberland</b>																
TIR - Teredo	723,548	2.4%	2.4%	1.20%	676,927	2.2%	2.2%	5.03%	692,298	2.2%	2.2%	N/A	N/A	N/A	N/A	N/A
TIR - Springbank	1,605,633	5.4%	5.4%	-1.14%	1,510,429	5.0%	5.0%	18.05%	1,318,101	4.2%	4.2%	N/A	N/A	N/A	N/A	N/A
<b>Total Timberland</b>	<b>2,329,181</b>	<b>7.9%</b>	<b>7.9%</b>	<b>-0.41%</b>	<b>2,187,356</b>	<b>7.3%</b>	<b>7.3%</b>	<b>13.56%</b>	<b>2,010,398</b>	<b>6.4%</b>	<b>6.4%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
NCREIF Timberland Index				1.01%				4.50%				N/A	N/A	N/A	N/A	N/A
<b>Infrastructure</b>																
JP Morgan	1,097,645	3.7%	3.7%	6.64%	964,675	3.2%	3.2%	6.54%	940,428	3.0%	3.0%	N/A	N/A	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>7,342,126</b>	<b>24.8%</b>	<b>24.0%</b>	<b>0.40%</b>	<b>7,323,359</b>	<b>24.3%</b>	<b>24.0%</b>	<b>4.47%</b>	<b>7,400,136</b>	<b>23.5%</b>	<b>24.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Lehman Aggregate				-1.02%				2.17%				N/A	N/A	N/A	N/A	N/A
<b>HIGH YIELD BONDS</b>																
<b>Core</b>																
Loomis Sayles	707,838	2.4%	2.1%	2.78%	732,416	2.4%	2.2%	-3.55%	722,729	2.3%	2.3%	N/A	N/A	N/A	N/A	N/A
Sutter/Wells Capital	623,406	2.1%	2.1%	8.90%	608,722	2.0%	2.2%	-10.55%	642,278	2.0%	2.3%	N/A	N/A	N/A	N/A	N/A
<b>Total Core</b>	<b>1,331,244</b>	<b>4.5%</b>	<b>4.2%</b>	<b>5.56%</b>	<b>1,341,139</b>	<b>4.4%</b>	<b>4.4%</b>	<b>-6.85%</b>	<b>1,365,007</b>	<b>4.3%</b>	<b>4.6%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
LB High Yield 2% Issuer Constrained Index				1.95%				-2.97%				N/A	N/A	N/A	N/A	N/A
<b>Mezzanine Debt</b>																
Goldman Sachs 2006 Fund	40,762	0.1%	0.1%	-3.58%	38,347	0.1%	0.1%	-1.13%	32,697	0.1%	0.1%	N/A	N/A	N/A	N/A	N/A
Goldman Sachs Fund V	45,695	0.2%	0.2%	-1.97%	27,619	0.1%	0.1%	-0.48%	26,413	0.1%	0.1%	N/A	N/A	N/A	N/A	N/A
TCW	60,007	0.2%	0.2%	9.70%	42,075	0.1%	0.1%	0.21%	54,255	0.2%	0.2%	N/A	N/A	N/A	N/A	N/A
<b>Total Mezzanine Debt</b>	<b>146,464</b>	<b>0.5%</b>	<b>0.5%</b>	<b>2.29%</b>	<b>108,041</b>	<b>0.4%</b>	<b>0.4%</b>	<b>-0.45%</b>	<b>113,364</b>	<b>0.4%</b>	<b>0.4%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
LB High Yield 2% Issuer Constrained Index				1.95%				-2.97%				N/A	N/A	N/A	N/A	N/A
<b>Distressed Mortgages</b>																
PIMCO	76,989	0.3%	0.3%	-15.21%	66,707	0.2%	0.2%	2.41%	18,866	0.1%	0.1%	N/A	N/A	N/A	N/A	N/A
Declaration Management	22,740	0.1%	0.1%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Distressed Mortgages</b>	<b>99,729</b>	<b>0.3%</b>	<b>0.3%</b>	<b>-15.21%</b>	<b>66,707</b>	<b>0.2%</b>	<b>0.2%</b>	<b>2.41%</b>	<b>18,866</b>	<b>0.1%</b>	<b>0.1%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
LB High Yield 2% Issuer Constrained Index				1.95%				-2.97%								
<b>TOTAL HIGH YIELD BONDS</b>	<b>1,577,437</b>	<b>5.3%</b>	<b>5.0%</b>	<b>4.12%</b>	<b>1,515,887</b>	<b>5.0%</b>	<b>5.0%</b>	<b>-6.21%</b>	<b>1,497,238</b>	<b>4.8%</b>	<b>5.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
LB High Yield 2% Issuer Constrained Index				1.95%				-2.97%				N/A	N/A	N/A	N/A	N/A
<b>INTERNATIONAL FIXED INCOME</b>																
<b>International Sovereign</b>																
UBS Global (Brinson)	737,059	2.5%	2.5%	-4.28%	787,671	2.6%	2.5%	10.26%	757,819	2.4%	2.5%	N/A	N/A	N/A	N/A	N/A
Citigroup Non-US Gov't Bond Index				-4.72%				10.93%				N/A	N/A	N/A	N/A	N/A
<b>International Core</b>																
Brandywine	778,677	2.6%	2.5%	0.17%	760,962	2.5%	2.5%	1.89%	792,424	2.5%	2.5%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (ex-US)				-3.95%				9.32%				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL FIXED INCOME</b>	<b>1,515,737</b>	<b>5.1%</b>	<b>5.0%</b>	<b>-2.10%</b>	<b>1,548,633</b>	<b>5.1%</b>	<b>5.0%</b>	<b>5.98%</b>	<b>1,550,243</b>	<b>4.9%</b>	<b>5.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
Citigroup Non-US Gov't Bond Index				-4.72%				10.93%				N/A	N/A	N/A	N/A	N/A
<b>REAL ESTATE</b>																
INVESCO - Core	679,527			1.80%	672,168			1.22%	673,173			N/A	N/A	N/A	N/A	N/A
INVESCO - Fund II	15,032			-10.66%	19,344			-14.90%	22,095			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Strategic & Special Funds	712,466			1.06%	713,848			-1.54%	698,621			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Alternative Property Fund	171,381			4.39%	163,712			-0.22%	159,128			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Greater China Property Fund	16,397			4.52%	11,085			N/A	-			N/A	N/A	N/A	N/A	N/A
<b>TOTAL REAL ESTATE</b>	<b>1,594,803</b>	<b>5.4%</b>	<b>5.0%</b>	<b>1.61%</b>	<b>1,580,158</b>	<b>5.2%</b>	<b>5.0%</b>	<b>-0.42%</b>	<b>1,553,018</b>	<b>4.9%</b>	<b>5.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
NCREIF TOTAL INDEX				0.56%				1.60%				N/A	N/A	N/A	N/A	N/A

**CITY OF FARGO EMPLOYEES PENSION PLAN**  
**INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2008**

	June-08				March-08				December-07				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		Fiscal YTD	FY07	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	(1) Net ROR	Net ROR	6/30/2008 Net ROR	6/30/2008 Net ROR
<b>ALTERNATIVE INVESTMENTS</b>																
Coral Partners V	71,069			14.16%	62,252			-1.62%	62,272			N/A	N/A	N/A	N/A	N/A
Coral Partners V - Supplemental	7,511			0.21%	7,495			-0.99%	7,450			N/A	N/A	N/A	N/A	N/A
Coral Momentum Fund (Formerly Fund VI)	125,334			-9.05%	137,802			-9.16%	149,290			N/A	N/A	N/A	N/A	N/A
Brinson 1998 Partnership Fund	8,434			-8.70%	9,238			2.44%	14,121			N/A	N/A	N/A	N/A	N/A
Brinson 1999 Partnership Fund	25,466			-0.67%	29,369			2.93%	28,081			N/A	N/A	N/A	N/A	N/A
Brinson 2000 Partnership Fund	85,446			-1.47%	86,720			5.90%	104,280			N/A	N/A	N/A	N/A	N/A
Brinson 2001 Partnership Fund	71,895			-2.22%	79,054			2.78%	75,697			N/A	N/A	N/A	N/A	N/A
Brinson 2002 Partnership Fund	39,097			0.24%	39,003			-2.77%	39,475			N/A	N/A	N/A	N/A	N/A
Brinson 2003 Partnership Fund	13,391			-3.70%	13,259			-5.49%	14,833			N/A	N/A	N/A	N/A	N/A
Total Brinson Partnership Funds	243,729			-1.21%	256,643			2.95%	276,488			N/A	N/A	N/A	N/A	N/A
Brinson 1999 Non-US Partnership Fund	12,087			-0.48%	12,145			7.30%	13,478			N/A	N/A	N/A	N/A	N/A
Brinson 2000 Non-US Partnership Fund	29,306			-1.62%	29,789			13.94%	36,899			N/A	N/A	N/A	N/A	N/A
Brinson 2001 Non-US Partnership Fund	19,801			5.56%	21,276			-5.09%	24,538			N/A	N/A	N/A	N/A	N/A
Brinson 2002 Non-US Partnership Fund	52,904			4.81%	50,478			-5.07%	54,455			N/A	N/A	N/A	N/A	N/A
Brinson 2003 Non-US Partnership Fund	42,965			-5.71%	45,564			15.64%	48,565			N/A	N/A	N/A	N/A	N/A
Brinson 2004 Non-US Partnership Fund	20,629			2.26%	19,552			12.84%	19,501			N/A	N/A	N/A	N/A	N/A
Total Brinson Non-US Partnership Fund	177,691			0.86%	178,804			5.74%	197,434			N/A	N/A	N/A	N/A	N/A
Adams Street 2008 Non-US Partnership Fd	2,776			0.00%	1,369			N/A	-			N/A	N/A	N/A	N/A	N/A
Brinson BVCF IV	126,914			-26.08%	171,686			15.47%	150,225			N/A	N/A	N/A	N/A	N/A
Adams Street Direct Co-investment Fund	131,394			-1.32%	133,159			0.00%	120,427			N/A	N/A	N/A	N/A	N/A
Matlin Patterson Global Opportunities	65,023			-12.84%	74,597			15.07%	63,796			N/A	N/A	N/A	N/A	N/A
Matlin Patterson Global Opportunities II	275,944			-3.67%	286,443			-2.01%	281,818			N/A	N/A	N/A	N/A	N/A
Matlin Patterson Global Opportunities III	136,657			0.15%	65,127			-2.39%	29,653			N/A	N/A	N/A	N/A	N/A
InvestAmerica	65,556			27.85%	51,276			-15.93%	60,022			N/A	N/A	N/A	N/A	N/A
Hearthstone MSII	708			-62.11%	1,869			0.00%	613			N/A	N/A	N/A	N/A	N/A
Hearthstone MSIII	12,326			-40.46%	20,701			24.63%	21,256			N/A	N/A	N/A	N/A	N/A
Corsair III	115,951			49.66%	85,910			-3.42%	79,941			N/A	N/A	N/A	N/A	N/A
Corsair III - ND Investors LLC	82,986			0.00%	20,746			N/A	-			N/A	N/A	N/A	N/A	N/A
Quantum Resources	22,227			-45.76%	34,950			0.00%	34,395			N/A	N/A	N/A	N/A	N/A
Quantum Energy Partners	20,856			12.81%	15,896			0.00%	15,643			N/A	N/A	N/A	N/A	N/A
<b>TOTAL ALTERNATIVE INVESTMENTS (2)</b>	<b>1,684,651</b>	<b>5.7%</b>	<b>5.0%</b>	<b>-2.51%</b>	<b>1,606,726</b>	<b>5.3%</b>	<b>5.0%</b>	<b>1.19%</b>	<b>1,550,723</b>	<b>4.9%</b>	<b>5.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>CASH EQUIVALENTS</b>																
<b>Northern Trust STIF/STEP</b>	<b>121,533</b>	<b>0.4%</b>	<b>1.0%</b>	<b>0.99%</b>	<b>328,230</b>	<b>1.1%</b>	<b>1.0%</b>	<b>-1.37%</b>	<b>982,075</b>	<b>3.1%</b>	<b>1.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>90 Day T-Bill</b>				<b>0.31%</b>				<b>0.88%</b>				<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>TOTAL FUND</b>	<b>29,657,561</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.39%</b>	<b>30,157,893</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-5.27%</b>	<b>31,505,547</b>	<b>100.0%</b>	<b>100.0%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>
<b>POLICY TARGET BENCHMARK</b>				<b>-1.28%</b>				<b>-4.57%</b>				<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) Initial funding with State Investment Board on December 28, 2007.

(2) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.